

Exhibit 1

IN THE UNITED STATES DISTRICT COURT
IN AND FOR THE DISTRICT OF DELAWARE

S.O.I. TEC SILICON ON INSULATOR : Civil Action
TECHNOLOGIES S.A. and :
SOITEC USA, INC., :
Plaintiffs and :
Counterclaim Defendants, :
v. :
MEMC ELECTRONIC MATERIALS, INC., :
Defendant and :
Counterclaim Plaintiff. : No. 05-806(GMS)

Wilmington, Delaware
Thursday, February 28, 2008
10:30 a.m.
Telephone Conference

BEFORE: HONORABLE MARY PAT THYNGE, U.S.M.J.

APPEARANCES:

JOSEPH B. CICERO, ESQ.
Edwards Angell Palmer & Dodge LLP
-and-
BRIAN M. GAFF, ESQ.
Edwards Angell Palmer & Dodge LLP
(Boston, MA)
-and-
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(Chicago, IL)

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and Counterclaim Defendants

1 APPEARANCES CONTINUED:

2 PATRICIA SMINK ROGOWSKI, ESQ.
3 Connolly Bove Lodge & Hutz, LLP

4 -and-

5 ROBERT M. EVANS, JR., ESQ., and
6 MARC W. VANDER TUIG, ESQ.
7 Senniger Powers
8 (St. Louis, MO)

9 Counsel for Defendant
10 and Counterclaim Plaintiff

11 - - -

12 THE COURT: Good morning. This is Judge Thyng.

13 (Counsel respond "Good morning.")

14 THE COURT: Counsel, before we begin, who is on
15 the line for Soitec?

16 MR. BRODY: This is Michael Brody, Your Honor.

17 THE COURT: All right.

18 MR. CICERO: Your Honor, Joseph Cicero from the
19 office of Edwards Angell Palmer & Dodge here in Wilmington.
20 Michael Brody is on from Winston & Strawn, and Brian Gaff is
21 on from our Boston office.

22 THE COURT: All right. Thank you.

23 Who is on the line on behalf of the defendants,
24 then?

25 MS. ROGOWSKI: Yes, Your Honor. This is Pat
Rogowski of Connolly Bove for MEMC. Also with me will be
Bob Evans and Marc Vander Tuig from Senniger Powers.

THE COURT: Thank you. All of you have

1 different first names, so that is how I am probably going to
2 refer to you.

3 There is a couple of motions regarding some
4 discovery disputes.

5 Counsel, before we begin, just a couple of
6 reminders: One, state your name before you begin speaking
7 so that the court reporter, who today is Kevin Maurer, by
8 the way, knows who is speaking.

9 Also, counsel, this is now Judge Sleet's case,
10 and he has not reassigned it to me. But I felt, in light of
11 the fact that we had had discussions about discovery
12 matters, rather than passing it back to Judge Sleet, I
13 should just handle it and take care of it for him. I can't
14 predict what is going to happen in the future in this case.
15 I just don't know. So I am not giving you much direction,
16 if there is any other discovery matters that arise.

17 All right. Let's take them in some type of
18 order. Why don't we take the motion for protective order
19 and to exclude a conflicted expert witness, which I believe
20 is Soitec's issue.

21 MR. BRODY: That is correct, Your Honor. Would
22 you like us to speak to it?

23 THE COURT: Sure.

24 MR. BRODY: I think it's pretty straightforward.
25 We contacted Dr. Rozgonyi a number of months

1 ago. There was an initial conversation in which Mr. Gaff
2 described some of our theories of the case. There was a
3 followup conversation between Dr. Rozgonyi, myself, and Mr.
4 Neuner in which we had some further discussions.

5 Dr. Rozgonyi quoted us a rate. And when we told
6 him it sounded okay to us, he told us he was going to be
7 working for MEMC.

8 There is no question that we sent him a copy of
9 the patent. There is an e-mail from him giving a
10 preliminary read on the patent and on the theories that we
11 had discussed with him.

12 THE COURT: Why don't you point out to me, Mike,
13 if you wouldn't mind, in your submission where that shows a
14 copy of the patent, the preliminary read.

15 MR. BRODY: Sure. That is -- hold on.

16 THE COURT: I know it's under Exhibit A. It's
17 what page under Exhibit A?

18 MR. GAFF: Your Honor, I believe that's Exhibit
19 A, Page 1.

20 THE COURT: The actual first page.

21 MR. GAFF: Yes. There is a series of three
22 e-mails on there. At the bottom of that page is the initial
23 e-mail from me to Dr. Rozgonyi enclosing the patent. And
24 then, just above that, there is an excerpt of another e-mail
25 from me, directing him to particular column and lines in the

1 patent.

2 THE COURT: I just want to double-check, so I
3 make sure we are both on the same page, if you excuse the
4 expression. "Please see, e.g., Column 23, Lines 8 through
5 12"?

6 MR. GOFF: Right. That is a snippet of a second
7 e-mail that I sent to Dr. Rozgonyi after the one just below
8 that on that page, thanking him for his time. Then Dr.
9 Rozgonyi's response is the top of that page.

10 THE COURT: Okay. I am trying to go through
11 this. Are you saying the one, "I took a quick look at the
12 patent and think I could help with demonstrating how weak
13 MEMC's position is"?

14 UNIDENTIFIED SPEAKER: Yes.

15 THE COURT: Then he relates to you, he will be
16 at the Hilton and he is off to Italy in two weeks.

17 UNIDENTIFIED SPEAKER: That's right.

18 THE COURT: I have read through these. I wanted
19 to make sure what sections you were actually relying on. I
20 have them highlighted.

21 MR. BRODY: Mr. Gaff, Brian has certainly
22 pointed out the passage.

23 We are not pretending like we asked Dr. Rozgonyi
24 to spend hundreds of hours on this matter. But there
25 clearly was a series of discussions in which we shared with

1 him our thinking about the case and in which he gave us an
2 initial response that was sufficient for us to conclude
3 that -- and, frankly, for him to initially conclude that he
4 could go forward and provide us with expert support in the
5 matter.

6 The case that I think gets cited here is the
7 Koch Refining case.

8 THE COURT: I have read through that. I have
9 also read through the Hewlett-Packard Company matter.

10 MR. BRODY: Okay. I think the reality, the Koch
11 case kind of sets out two, you know, polar extremes. One is
12 the case where you have basically an extended compensated
13 relationship, and the other is where there is one call. And
14 I think we are clearly in between those.

15 Here we would say that at the one extreme is, as
16 Koch characterizes it, there was a series of interactions.
17 They did coalesce to the extent that Dr. Rozgonyi understood
18 our position in the case and our theories of it, and did so
19 well enough to be able to give us his preliminary view on
20 the subject.

21 The other extreme, the Koch Court talks about a
22 situation where you have only one meeting with counsel,
23 which is not the case here. There were at least two
24 substantive discussions.

25 It's true that Dr. Rozgonyi was not retained,

1 although he quoted us a rate and we proposed to retain him.
2 He was supplied with some specific material in the case,
3 namely, the patents in reference to the particular portions
4 that we wanted him to think about, and, of course, our
5 discussions with him about our thinking. And he was
6 requested to perform a service. Essentially, we asked him
7 to give us his preliminary thoughts on the substance of the
8 matter.

9 There is a suggestion in Dr. Rozgonyi's
10 declaration that there is nothing in our conversations that
11 wasn't disclosed in the interrogatory answers. With due
12 respect to his recollection, in fact, the heart of our
13 discussion had to do with the defense under Section 112 of
14 the Patent Act, which is not a defense that was requested in
15 those interrogatories, and actually is not something that --
16 our thinking on that subject, at least, is not something
17 that we have been asked to share with MEMC. As a result, we
18 haven't.

19 So he knows about our theory of the case that up
20 to now had been confidential. It's a problem for us if he
21 picks up and switches sides.

22 While I realize that folks with these
23 qualifications, you can't exactly find one on every street
24 corner, there are a number of people who do this type of
25 work. I don't understand the contention that, in fact, MEMC

1 would be without recourse if Dr. Rozgonyi were disqualified
2 in this case. In fact, they have retained another expert in
3 this matter, who has very strong credentials in this field,
4 and presumably could address these issues if they need him
5 to.

6 So we have a real concern here. I think we had
7 a legitimate expectation that we were speaking to Dr.
8 Rozgonyi on a confidential basis. And we would prefer not
9 to see him popping up on the other side. And we think we
10 have a right to request that.

11 (Pause.)

12 THE COURT: Counsel, we are back. Mr. Maurer
13 expresses his apologies.

14 Michael, are you finished?

15 MR. BRODY: Mr. Gaff has, I think, a brief
16 thought to add to this.

17 MR. GAFF: Your Honor, Brian Gaff here.

18 In my initial conversation with Dr. Rozgonyi,
19 the first thing I inquired into was any conflicts of
20 interest on his part, whether he was familiar with the
21 parties who are involved, did he have a working relationship
22 with any of them currently or any time in the recent past.

23 And he assured me that there were no conflicts.
24 And based on that representation, I then launched into a
25 discussion with him of the details of the case, the history

1 of the dispute, the parties, et cetera. And I can assure
2 you that I would never have had that conversation regarding
3 that subject matter with Dr. Rozgonyi had he indicated that
4 there was a conflict of interest, if, for example, he said
5 he had a relationship with MEMC.

6 It has always been my practice to tell an expert
7 witness in these discussions that the discussions are
8 confidential and that he should treat information
9 confidentially going forward.

10 Again, I wouldn't have had the conversation with
11 him had there been any representation on his part that there
12 could have been a conflict of interest.

13 Thank you.

14 THE COURT: Thank you. Is there anything else
15 that the plaintiffs' counsel wishes to add?

16 MR. BRODY: No, Your Honor.

17 THE COURT: Thank you. Can I please hear MEMC's
18 argument.

19 MR. VANDER TUIG: Yes, Your Honor. Mark Vander
20 Tuig for MEMC.

21 First of all, we would contend that even the
22 details that have been added to the conversations with Dr.
23 Rozgonyi by Soitec during the phone call today, they clearly
24 fall on sort of the initial screening informal relationship
25 side of the spectrum. The details that they have identified

1 are those which you have to disclose to any expert to
2 determine whether or not that expert has the appropriate
3 knowledge to be helpful in the case.

4 I don't think they have identified anything by
5 identifying the copy of the patent and the Column 23 excerpt
6 that has been identified. It's simply the definition
7 section of the '104 patent. They have identified nothing
8 that is anything more than they have disclosed in this
9 lawsuit as far as their theories of the case, their
10 position.

11 Mr. Brody identified the fact that we never
12 asked about 112. But they have in Interrogatory No. 7,
13 which is attached as Exhibit D to our filing, they did flag
14 an ambiguous defense, which would be under 112, Paragraph 2,
15 they state the phrase "substantially free of agglomerated
16 intrinsic point defects," which happens to be the column
17 number that they referenced here, the column and line number
18 that they reference in their submission. That phrase, they
19 claim, is ambiguous and cannot be construed.

20 So they have disclosed their position that they
21 think that's indefinite under 112, it is my reading of that.

22 That was just a counter to Mr. Brody's point.

23 They have to identify under the law something
24 specific and unambiguous that would prejudice them if it is
25 revealed. I just don't think that they have done so here.

1 To address the point about the limited number of
2 experts in this field, it's true that there is, as Mr. Brody
3 points out, there is a limited number with the appropriate
4 qualifications. And I note that Soitec at the time it
5 contacted Dr. Rozgonyi had already retained several
6 witnesses with expertise in this field.

7 THE COURT: I read Soitec's argument, as far as
8 MEMC was concerned on this what you call, I guess, public
9 information or public concern, that MEMC has been able to
10 retain an expert in the same field.

11 MR. VANDER TUIG: They have one expert, that's
12 true. They have retained one expert. Their specialties are
13 a little different. The reason we approached Dr. Rozgonyi
14 was to explore different areas of expertise that wouldn't
15 have been covered by Bergholz, who is the other expert we
16 have retained.

17 THE COURT: All right. Have you finished your
18 arguments for MEMC?

19 MR. VANDER TUIG: Yes, Your Honor.

20 THE COURT: Is there any brief rebuttal that
21 Soitec wishes to present?

22 MR. BRODY: Your Honor, very briefly, Mr. Vander
23 Tuig is certainly correct that we indicated our view that
24 that phrase was ambiguous. The concern is that we talked
25 with Dr. Rozgonyi about our theories as to why that was the

1 case. And that's what we shared with him, and that's what
2 we really would prefer not to share with Mr. Vander Tuig and
3 Mr. Evans until we get to the appropriate point in the
4 litigation.

5 THE COURT: Well, I had a chance to go over the
6 two cases I predominantly looked at, because they seem to
7 have been cited numerous times by both sides, the
8 Hewlett-Packard case and the Koch Refining Company matter, I
9 think both of them are instructive to this Court.

10 I note that one, the Hewlett-Packard case, is
11 from the Northern District of California. The Koch Refining
12 Company case is from the Fifth Circuit. But the issue the
13 way that I was looking at it was the standards that were
14 outlined in both of those opinions. And I also note that in
15 the Hewlett-Packard case there was a bit of a conflict as to
16 what information was conveyed to the expert. And I also
17 note that in the Hewlett-Packard case, the relationship with
18 the expert, from what I can tell, in that case certainly
19 advanced further in my mind, based upon information that was
20 discussed, than what necessarily occurred in this case.

21 For example, I think counsel in that case
22 claimed the topics he had discussed included impressions of
23 the patent, specific claim limitations, prior art, accused
24 inventions, the type of evidence needed to prove
25 infringement, and the names and qualifications of other

1 potential expert witnesses.

2 Of course, the expert characterized the
3 conversation very differently. So the Court in
4 Hewlett-Packard was faced with some conflicting differences
5 between counsel who had had the discussion with the expert
6 and the expert himself, not too unlike what we have here,
7 that there is a difference between what counsel remembers
8 and what the expert remembered.

9 In addition, that expert, I think, was
10 compensated for his time that he had spent in his analysis
11 on behalf of the party who had first contacted him.

12 There is a couple, I think, though, aspects that
13 can't be ignored. One is that although we as Courts have
14 the power to disqualify expert witnesses to protect the
15 integrity of the adversarial process, disqualification is
16 considered to be a drastic measure that the Courts impose
17 hesitantly and rarely.

18 Also, there is a difference between
19 communication between counsel and an expert and the
20 attorney-client privilege, which was pointed out in the
21 Hewlett-Packard case, noting that experts perform a very
22 different function in litigation than do attorneys, and they
23 are not advocates in the litigation but sources of
24 information and opinions.

25 What this Court is supposed to look at to

1 determine if a disqualification of an expert is warranted,
2 based upon the prior relationship with an adversary,
3 includes whether the adversary had a confidential
4 relationship with the expert and the adversary disclosed
5 confidential information to the expert that is relevant to
6 the current litigation.

7 To do the analysis of whether the disclosures
8 were confidential is whether they were undertaken without an
9 objectively reasonable expectation that they would be so
10 maintained as being confidential or if, despite a
11 relationship conducive to such disclosures, no significant
12 disclosures were made, and therefore under those
13 circumstances disqualification would be inappropriate.

14 It is the burden on the party seeking
15 disqualification of an expert to demonstrate that it was
16 reasonable for it to believe that a confidential
17 relationship existed, and if so whether the relationship
18 developed into a matter sufficiently substantial to make
19 disqualification or some other judicial remedy appropriate.

20 And in evaluating the reasonableness of the
21 parties' assumptions, there are a number of factors that
22 were pointed out in the Hewlett-Packard case for this Court
23 to look at, which I think have been discussed by the parties
24 in this. And that Court also pointed out, as was oppositely
25 pointed out in the Koch case, that you could have

1 disqualification denied, that is, it is not warranted, even
2 if the expert has signed a confidentiality agreement with
3 the adversary.

4 Koch and Hewlett-Packard both recognized that
5 you don't have to have a confidential agreement already
6 signed. Both cases emphasized what was the relationship and
7 the expectation from, and really what is emphasized is
8 whether there was confidential information disclosed.

9 As I said, there is a different standard, to
10 some extent, as to what that confidentiality may very well
11 be. Different isn't the right word. It's not the same as
12 attorney-client privilege.

13 Confidential information is information of
14 particular significance which can be readily identified as
15 either attorney work product or within the scope of
16 attorney-client privilege. And the strategy of the
17 litigation is part of it that the Court takes into account.
18 However, as decided in the Hewlett-Packard case, I find that
19 the discussions between counsel and experts do not carry the
20 presumption that confidential information has been
21 exchanged. And the party is required to point to specific
22 and unambiguous disclosures that if revealed would prejudice
23 the party.

24 The Court is also required to consider the
25 issues of fundamental fairness, that is, asking whether the

1 moving party was unduly disadvantaged and the opposing party
2 would be also unduly disadvantaged, and whether any
3 prejudice might occur if the expert is or is not
4 disqualified.

5 Having considered all those factors, in applying
6 it to this case, I am finding that Soitec hasn't met the
7 standards that have been outlined in both the Koch and the
8 Hewlett-Packard case.

9 Recognizing that there is some dispute between
10 the expert as to what was disclosed, I don't think
11 disclosing the patent and suggesting areas of the patent for
12 the expert to read is sufficient enough, falls into the
13 category of confidential information.

14 First of all, the patent is clearly not a
15 confidential document. And pointing out an area or areas
16 that they want the expert to concentrate on is insufficient,
17 in my mind, to necessarily meet the aspect of was
18 confidential information disclosed.

19 It to me is more like an initial screening
20 process, certainly the type of questions that I believe
21 Brian pointed out that he would have asked the expert, that
22 is to determine if he is qualified, to determine if there is
23 any conflicts of interest. And although, Brian, you may
24 have expected that everything you were going to say to him
25 was confidential, it still had to qualify that what you were

1 saying to him qualified as being confidential based upon the
2 relationship or lack thereof that existed between the expert
3 and counsel that was part of the conversation.

4 If, as you pointed out to me, Brian, you said
5 you wouldn't have continued the discussions if there had
6 been areas of potential conflict, that's fine. But
7 potential conflict does not necessarily mean information
8 disclosed rises to the level of being confidential. What I
9 have heard so far today, I don't find that to have existed.

10 So I am not going to disqualify Dr. Rozgonyi in
11 this case in light of the information that has been conveyed
12 to me both in the arguments today and in the written
13 submissions.

14 I also recognize that there is no doubt that
15 this is a limited area of experts. I find that just because
16 MEMC has retained an expert in this area, that suddenly
17 means that MEMC is locked in and solely -- and that goes to
18 somehow disprove that because it's been able to retain an
19 expert there are available experts elsewhere. I note that
20 parties frequently in patent litigation, and it doesn't seem
21 this litigation is any different in that regard, frequently
22 retain experts within the same field that may have a
23 sub-field of expertise that might be particularly important
24 to certain issues in the litigation.

25 I also find that some of the information that

1 was disclosed, apparently disclosed by Soitec to the expert,
2 was also disclosed to the defense. I am not saying
3 necessarily all, but certainly a piece of it. So that again
4 removes the confidentiality aspect to me.

5 So, therefore, I am finding that, basically
6 denying the motion to disqualify Dr. Rozgonyi.

7 All right. I think there is a series of
8 different concerns, I believe, that have been expressed in
9 the other motion that was filed in this case. Let me just
10 pull that up, counsel.

11 Again, this is another motion by Soitec. First
12 of all, it deals with the test data summaries and then your
13 request for documents and deposition testimony relating to
14 the conception of the alleged invention at issue.

15 So am I correct, this is the two other remaining
16 issues that are both Soitec's?

17 MR. BRODY: That's correct, Your Honor.

18 THE COURT: Okay. Let's do the test data
19 summaries. Michael, what I would like to really know from
20 you is: What are you trying to get? I mean, you said that
21 MEMC has agreed to produce the raw test data. Understand
22 that you are talking to somebody that is completely ignorant
23 about this technological area, so I am not exactly certain
24 what the raw test data doesn't have that the written
25 technology report summarizing and analyzing the test data

1 would have, that you would expect it to have.

2 MR. BRODY: Well, it's got the conclusions.

3 THE COURT: I understand it has the conclusions.

4 MR. BRODY: The data, it's not an accident that
5 you have somebody write up reports on this sort of data.

6 The data requires interpretation, and it requires analysis.

7 THE COURT: And you are basically saying that
8 the sole basis given for MEMC's allegation of patent
9 infringement was the testing that MEMC had performed on the
10 donor wafer seized in the French case. Is that the same
11 argument, is that being made in this case?

12 MR. BRODY: Yes. In fact, the interrogatory
13 answer, we asked them why do you think we infringe. Their
14 answer was, well, we tested the wafers we seized and we
15 concluded that they infringed. So what I think we are
16 entitled to is both the data on which that conclusion rests
17 and the report drawing the conclusion and explaining the
18 basis for the inference from the data.

19 So it's a situation where we have, you know, a
20 contention of infringement that purports to be based on a
21 report, and they are giving us half of, you know, the
22 underlying data but not the report.

23 THE COURT: What do you do about their argument
24 that you could easily conduct your own further testing of
25 these wafers that are in your possession and find out why

1 they concluded in such a fashion?

2 MR. BRODY: I think there are two answers to
3 that. The first is, I think we are entitled to know -- I
4 don't understand --

5 THE COURT: You are entitled to know the basis
6 for their contentions.

7 MR. BRODY: Yes, exactly. Our view is that --
8 in fact, we have already produced to them documentation that
9 at least some of the wafers that were seized don't infringe.
10 They apparently reached a different conclusion. So we would
11 like to know what it is.

12 THE COURT: They seem to feel that there is an
13 argument that this is attorney work product.

14 MR. BRODY: Yes. I am not clear --

15 THE COURT: Would you prefer to hear their
16 argument as to the basis as to why it is attorney work
17 product before you try to answer that in the abstract?

18 MR. BRODY: Sure. I think that would probably
19 be more productive.

20 THE COURT: I do, too, because if somebody is
21 alleging attorney work product, the burden is on them to
22 show that it is. So that is my first question to MEMC.

23 MR. VANDER TUIG: Your Honor, the tests that
24 were run and the summaries that are at issue today were both
25 conducted and put together at the request of counsel for

1 litigation with Soitec. As such, we think that that is a
2 showing that it is attorney work product.

3 THE COURT: Let me put it this way: Haven't you
4 put into issue that Soitec infringes? And if these tests
5 were run to show that Soitec has infringed, even though the
6 attorney may have requested them being run, haven't you
7 directly put into issue that particular point?

8 MR. VANDER TUIG: That would be going towards
9 the waiver argument, I think?

10 THE COURT: Sort of, yes.

11 MR. VANDER TUIG: On that point we think that
12 the scope of work product waiver is narrowly construed, and
13 to the extent there was a waiver in our interrogatory
14 responses by alluding to the test data, our agreement with
15 Soitec's counsel to produce the raw test data, the numbers
16 generated by the test methodology that were relied on would
17 be the extent of that scope, that any kind of conclusions or
18 opinions of MEMC's employees who conducted the testing
19 concerning the test data would fall outside the scope of
20 that narrow waiver, if there was one.

21 THE COURT: Well --

22 MR. BRODY: I just want to make clear, we are
23 not contending that the production of the raw data was a
24 waiver, because we did have an agreement with Mr. Evans to
25 that effect.

1 THE COURT: And I wasn't reading that that is
2 what you were saying. I got the read from you, and I wasn't
3 talking about a waiver in the sense of production of, that
4 somehow you waived by producing the raw data.

5 My question is, haven't you put Soitec's
6 infringement directly into issue in this case? And in doing
7 that, if it's in issue, I don't know how protected anything
8 is, whether it is attorney work product or whatever. But
9 the information that they are asking for, is this
10 information that will be used in the case to prove
11 infringement?

12 MR. VANDER TUIG: No, Your Honor. We asked
13 Soitec to produce wafers in this case, in the Delaware
14 litigation, and they have. And tests have been conducted
15 and are being conducted on those wafers, and that will be
16 the subject of our expert reports in this case on
17 infringement, and we will not be relying on the prefiling
18 testing that occurred.

19 THE COURT: But you used the prefiling testing
20 to justify what you started off in this case. Is that
21 correct? So that you could avoid Rule 11.

22 MR. VANDER TUIG: That's correct, Your Honor.
23 We relied on the test data, the raw test data. We didn't
24 rely on, necessarily, the various opinions and discussions
25 that were in the report that was generated by MEMC's

1 employees at counsel's request.

2 MR. EVANS: Your Honor, we asked the employee to
3 answer a number of questions for us and look at a number of
4 different things. So he answered our questions in the
5 course of his report. The concern we have is that when we
6 produce anything -- and we will see it in the next question
7 with respect to conception -- every time you do something,
8 somebody says, well, you've waived up to that point, you've
9 waived up to that point, you've waived up to that point.

10 Our point is to the extent there is infringement
11 in the prefiling investigation, and we believe there is, we
12 have given them all that raw data and answered the
13 interrogatory as to our contention on that, the contention
14 interrogatory.

15 To the extent we ask an employee in the context
16 of an ongoing lawsuit, you know, specific questions and look
17 at things from different directions, that would seem to be
18 work product.

19 THE COURT: I see what you are saying.

20 MR. EVANS: So this is the employee's analysis
21 that was written from our perspective of, you know, in the
22 context of our discussions with him and what we wanted. All
23 the raw data, they can look at it, they can reach their own
24 conclusions.

25 Michael Brody, Mr. Brody said that there were

1 some wafers where they believe they don't infringe. And we
2 have spoken with Mr. Brody, and we agree with him that on
3 the wafers that showed what we call agglomerated defects, we
4 have agreed with him that those wafers don't infringe.

5 So we don't have a dispute, I don't think, in
6 terms of what wafers are in true contention here and which
7 ones are not. And we are willing to give them all the raw
8 data, and then they can make their own arguments if they
9 think we have violated Rule 11, to make the argument as to
10 why they think the data doesn't support what we did. We
11 think it supports what we did.

12 THE COURT: When you gave them the raw data, did
13 you give them the protocols on how they were tested?

14 MR. EVANS: If we haven't given them how the
15 data was collected, we would certainly be happy to give them
16 the protocols for how it was collected, certainly, yes.

17 THE COURT: Because the raw data is worthless
18 unless you know how it was tested.

19 MR. EVANS: No. We are not going to hide
20 behind -- if they need that information or don't have that
21 information, we will certainly get that to them.

22 THE COURT: So is your argument to me, and
23 explain this to me, that by giving conclusions of why the
24 wafers that are still in dispute infringe, it would
25 constitute basically crawling into your mind as to the type

1 of questions that were asked of these employees in doing
2 their analysis?

3 MR. EVANS: Yeah. I think the employee's
4 analysis written for the attorney in response to
5 conversations with the employee is a work product document.
6 He has prepared it for us to address the questions that we
7 asked. And the raw data is what it is. And their expert
8 can look at the raw data and reach whatever conclusions they
9 want.

10 So it seems like the employee's impressions and
11 responses to our questions are classic work product.

12 THE COURT: I understand what you are saying
13 then.

14 Does that help you a little more, Mike, as to
15 what their basis is for the work product argument? And do
16 you have any response?

17 MR. BRODY: Yes, it does help me understand. I
18 know you won't be shocked to learn that I still see an issue
19 here.

20 THE COURT: Did you get the protocols, first of
21 all, on how the testing was done?

22 MR. BRODY: First of all, we haven't actually
23 gotten all the testing yet or the protocols.

24 We have had a very good-faith relationship, I
25 think, with Mr. Evans and Mr. Vander Tuig. And if he says

1 he is going to give us everything up to the reports, it
2 would be uncharacteristic of him not to do that. So I am
3 confident he will give us full disclosure of what the
4 testing was and how it was done. And if we have other
5 questions, I am confident he will give us all that
6 underlying information.

7 I think the real focus here is on, you know,
8 essentially you have got the testing. You have got a
9 report. Then you have got an interrogatory answer that was
10 provided to us. The real focus is on that intermediate
11 step.

12 THE COURT: Yes.

13 MR. BRODY: And whether that is work product and
14 whether any privilege was waived.

15 I guess I would say that every expert report is
16 always based on underlying data. If it were sufficient to
17 simply disclose the underlying data, then we wouldn't have
18 some of the provisions that we have in Rule 26, and we
19 wouldn't have anywhere near the sort of disclosure that we
20 typically do, precisely because the reason you ask an expert
21 to prepare a report is to interpret data that is not
22 transparent to lawyers or judges or juries and about which
23 reasonable experts may disagree.

24 And in evaluating the data -- and more
25 importantly, I mean, it's not just that we want to ask our

1 expert what do you think the data shows. We also want to
2 ask our expert, do you think that MEMC was justified in
3 reaching the conclusion that is stated as a contention in
4 the interrogatories. And part of that analysis is
5 understanding precisely the inference that's made from the
6 data to the contention. And that is what is in the report.

7 You know, we have got the conclusion, we will
8 get the data. But we are not being given the glue that
9 holds the two together.

10 In order to understand whether the contention
11 holds water, I think we are entitled to that.

12 Now, Mr. Evans, I have forgotten if it was Bob
13 or Marc, indicated that there would probably be further
14 testing, which there may well be. But that actually kind of
15 heightens the importance of exactly the report, because we
16 are entitled to test whatever we ultimately get against what
17 they themselves initially viewed as an appropriate
18 methodology for analyzing these wafers. You know, it may be
19 that the two are perfectly consistent. But it may well be
20 that they aren't.

21 We certainly ought to be in a position to
22 understand that.

23 The fact that questions were asked the first
24 time around that may or may not have been asked the second
25 time around, you know, again, is really very much fair game.

1 Once you get past the step of talking about a consulting
2 expert, once you get to the point where you are relying on
3 an expert to support a contention made in a formal pleading,
4 I think all that stuff is out the window.

5 THE COURT: Well, now, I wonder about that.
6 That's the question I do have. If these individuals are not
7 going to be called as experts, or used as factual witnesses
8 for information to reach a conclusion -- the factual
9 information they may have, but whether or not they are
10 going -- what I was just told was that the types of
11 questions that were asked of these employees -- and this is
12 how I interpret it, and MEMC can tell me whether I am right
13 or wrong on this -- those types of questions that were asked
14 of those employees on these series of tests, and the
15 findings or conclusions they made, will not be used in this
16 case.

17 UNIDENTIFIED SPEAKER: That's correct, Your
18 Honor.

19 MR. BRODY: But they have already been used.
20 They formed the basis of a contention as to our
21 infringement. We can't know what the basis of that
22 contention is unless we know what the analysis was that was
23 done to get from the raw data to the contention.

24 THE COURT: Are you saying, then, that in all
25 circumstances, Mike, that if in support of responding to